

WRITTEN ONLY

TESTIMONY BY KALBERT K. YOUNG  
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STATE OF HAWAII  
TO THE HOUSE COMMITTEE ON HUMAN SERVICES  
ON  
HOUSE BILL NO. 2334

FEBRUARY 9, 2012

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO  
ASSIST THE HAWAII ISLAND COMMUNITY DEVELOPMENT CORPORATION

House Bill No. 2334 authorizes the issuance of special purpose revenue bonds to assist the Hawaii Island Community Development Corporation, a Hawaii non-profit corporation, to finance the construction of an adult day care facility pursuant to Part II, Chapter 39A, Hawaii Revised Statutes.

The Department has a technical comment on this bill. We recommend adding the following language to the end of SECTION 4 of the bill to allow the Hawaii Island Community Development Corporation additional flexibility to issue refunding special purpose revenue bonds in one or more series, and to take advantage of economies of scale achievable by consolidating refundings of special purpose revenue bonds authorized by other acts of the legislature:

SECTION 4. ....Such refunding special purpose revenue bonds may be issued in one or more series for the refunding of the special purpose revenue bonds authorized in section 2 or this section and may be combined into a single issue of refunding special purpose revenue bonds, in one or more series, with refunding special purpose revenue bonds to be issued by the department to refund any other

special purpose revenue bonds authorized by any one or more other separate acts of the legislature pursuant to part II, chapter 39A, Hawaii Revised Statutes."

Thank you for the opportunity to provide testimony on this measure.